

CapMan Plc Group Interim Report 1 January – 30 June 2006

Good first half development and second half outlook

- **Capital under management increased by 24% from the comparative period and totalled MEUR 2,322.7 at 30 June 2006 (MEUR 1,872.9 at 30 June 2005).**
- **Turnover increased to MEUR 18.4 (MEUR 15.9).**
- **Management fees rose to MEUR 12.4 (MEUR 9.9).**
- **Carried interest income totalled MEUR 3.8 (MEUR 5.7). The funds exited from six companies in total in the first half of 2006 (nine exits in January-June 2005).**
- **Other operating income within turnover was MEUR 1.5 (MEUR 0.3), mainly comprising income from real estate consulting activities.**
- **CapMan Plc sold 12.5% of the shares of its associated company Access Capital Partners to the managers of Access on 28 June 2006. The transaction has a positive effect of MEUR 0.6 on CapMan Plc's result for January-June.**
- **The impact of fund investments made from CapMan's own balance sheet totalled MEUR 2.4, of which MEUR 0.7 accrued from realised returns and MEUR 1.7 from changes in the fair value of investments. In the comparative period the impact of fund investments (MEUR 0.8) was accrued wholly from changes in the fair value of investments.**
- **Operating profit increased to MEUR 7.6 (MEUR 7.4).**
- **Profit before taxes for the period was MEUR 7.9 (MEUR 7.8).**
- **Profit after taxes totalled MEUR 5.9 (MEUR 5.7).**

Business

CapMan's core business is private equity fund management and advisory services. The funds under management invest mainly in unlisted Nordic companies or real estate assets. CapMan Plc's income derives from management fees from the funds, carried interest from funds generating carried interest, returns on direct fund investments made from CapMan Plc's own balance sheet and returns on real estate consulting activities.

As a private equity fund management company, CapMan begins to receive carried interest after the investors have regained their investment in addition to a preferred annual return, usually 6-8%. In the case of CapMan funds that were established before 2004, carried interest is typically a 20-25% share of a fund's cash flow through exits from its portfolio companies. For newer funds CapMan's share is 10-15%. The lower carried interest per cent results from the fact that for funds established in 2004 and thereafter a share of carried interest will be distributed to the members of the investment teams responsible for the funds' investment activities during its life cycle (typically 10 years), in accordance with common practice in the private equity investment industry.

CapMan Plc's returns on direct fund investments made from its own balance sheet will have a greater impact on the Company's result in the next few years, as since 2002 CapMan has been a significant investor in the funds managed by the Group. CapMan invests 5-10% of the total capital in CapMan funds investing in portfolio companies. The investments made have been valued at fair value in accordance with EVCA guidelines as specified in Appendix 1. There may be quarterly changes in fair value gains and/or losses and, in addition to the value creation of portfolio companies, these are affected by executed realisations.

CapMan Plc's business areas

CapMan provides management and advisory services in two main business areas: CapMan Private Equity (funds making investments in portfolio companies) and CapMan Real Estate (private equity real estate funds making investments in real estate assets as well as real estate consulting). Investments by CapMan funds investing in portfolio companies focus mainly on the

Nordic countries in three investment areas, which are middle market buyouts (CapMan Buyout), technology investments (CapMan Technology) and life science investments (CapMan Life Science). The investment focus of CapMan Real Estate I Fund is on commercial properties in the Helsinki metropolitan area.

Information on each business area is reported in its own segment in Interim Reports. Associated company Access Capital Partners has been included in the Group's figures under CapMan Private Equity. As for funds, Access Capital Partners' figures have been presented separately.

Turnover and result development in January-June 2006

CapMan's turnover constitutes management fees, carried interest, realised returns on direct fund investments and other returns including income from real estate consulting activities. There was an increase in turnover for the first half of 2006 to MEUR 18.4 (MEUR 15.9).

The sum of management fees paid by the funds increased to MEUR 12.4 (MEUR 9.9) as a result of management fees received from CapMan Real Estate I, CapMan Buyout VIII and CapMan Life Science IV funds that were established after the comparative period. On the other hand, there was a fall in the sum of management fees received from older funds with exits that were executed after the comparative period.

Carried interest income received by CapMan Plc from funds generating carried interest totalled MEUR 3.8 (MEUR 5.7).

The impact of fund investments made from CapMan's own balance sheet totalled MEUR 2.4 (MEUR 0.8). Realised returns on fund investments were MEUR 0.7 (MEUR 0.0) and they are mostly associated with the exit by Finnventure V fund from Mehiläinen Oyj, which was closed during the review period. Fair value gains/losses associated with fund investments totalled MEUR 1.7 (MEUR 0.8), and they were related in particular to value creation in CapMan Equity VII fund. There was a fall in fair value gains in the second quarter because value appreciation in Mehiläinen was transferred to realised returns. The fair value of all fund investments made from CapMan's own balance sheet totalled MEUR 28.8 at 30 June 2006.

Returns on real estate consulting activities, totalling MEUR 1.1, also had a growth effect on turnover.

Operating expenses were MEUR 13.1 (MEUR 9.4). The rise in expenses was mainly influenced by CapMan Real Estate's operating expenses, fundraising expenses during the period for CapMan Buyout VIII and CapMan Life Science IV funds as well as development and preparation expenses for other investment activities and fundraising.

CapMan Plc sold 12.5% of the shares of its associated company Access Capital Partners to the managers of Access on 28 June 2006. After the transaction CapMan Plc owns 35% of the advisory/management companies of Access and the management owns 65%. The carried interest rights of CapMan related to Access funds and mandates remain unchanged following the transaction. The transaction has a positive effect of approx. MEUR 0.6 on CapMan Plc's result for January-June.

Operating profit for the period increased to MEUR 7.6 (MEUR 7.4). The share from the result of CapMan's associated companies was MEUR 0.0 (MEUR 0.0). Profit before taxes was MEUR 7.9 (MEUR 7.8) and profit after taxes totalled MEUR 5.9 (MEUR 5.7). Earnings per share was EUR 0.08 (EUR 0.08).

Balance sheet and financial position at 30 June 2006

The sum of non-current assets in the balance sheet grew to MEUR 49.1 in the period under review (MEUR 34.5). In line with CapMan's strategy, the sum of CapMan's own investments increased and totalled MEUR 28.8 at the end of the period (MEUR 17.1). There was also an increase in non-current receivables to MEUR 11.7 (MEUR 8.2). Of the receivables MEUR 8.3 (MEUR 7.2) was loan receivables from Maneq funds, which make portfolio company investments along with CapMan funds and whose investors are CapMan's investment professionals and other key personnel. Goodwill was MEUR 4.8 (MEUR 4.5), and is directed mainly at the acquisition of Swedestart Management AB in 2002. CapMan's net cash assets, including current investments, totalled MEUR 7.0 (MEUR 12.0). The Company has interest-bearing liabilities of MEUR 4.4 (MEUR 0.0).

Key ratios

	30.6.06	30.6.05	31.12.05
Shareholders' equity / share, EUR	0.66	0.63	0.64
Share issue adjusted			

number of shares	76 008 900	74 740 987	75 041 938
Number of shares at 30.6.2006	76 339 548	75 048 048	75 923 348
Number of shares outstanding	76 339 548	75 048 048	75 923 348
Return on equity, %	11.9	12.4	14.8
Return on investment, %	15.3	17.1	20.2
Equity ratio, %	77.6	88.7	85.8

Turnover and profit quarterly as well as turnover and operating profit per segment for the review period are presented in the tables section of the Interim Report.

Fundraising

Funds investing in portfolio companies

The final close of CapMan Buyout VIII Fund was held on 14 June 2006 at MEUR 440. The fund was established in November 2005 and its original target size was MEUR 375. CapMan Buyout VIII invests in middle market buyout transactions in the Nordic countries. There are 31 institutional investors in the fund, of which 15 are new investors in CapMan funds. There are ten non-Nordic investors in the fund from Europe and the USA. CapMan's own commitment into the fund is MEUR 37.5, and the allocation of possible carried interest that will be received from the fund is 70% for CapMan and 30% for the Buyout team.

The first closing of CapMan Life Science IV was held at MEUR 45 on 23 March 2006. CapMan's own commitment into the fund is MEUR 5. The fund will invest in Nordic medical technology companies, and its fundraising still continues. The allocation of possible carried interest that will be received from the fund is 50% for CapMan and 50% for the Life Science team.

Additionally, CapMan commenced fundraising preparations for a new technology fund during the first half of 2006.

Real estate funds

Studies for the establishment of a new private equity real estate fund were commenced in the second quarter of the year.

Capital under management

As at 30 June 2006 CapMan managed a total of MEUR 2,322.7 in capital (MEUR 1,872.9 at 30 June 2005), of which MEUR 1,822.7 (MEUR 1,372.9) was in funds investing in portfolio companies and MEUR 500 (MEUR 500) was in CapMan Real Estate I investing in real estate assets. Capital under management in funds making direct portfolio company investments grew during the review period as a result of fundraising for CapMan Buyout VIII and CapMan Life Science IV funds.

Capital under management by associated company Access Capital Partners

CapMan Plc's associated company Access Capital Partners managed/advised MEUR 1,262.9 (MEUR 917.2) in total assets as at 30 June 2006. Of this, MEUR 793.5 (MEUR 527.3) was in funds of funds and MEUR 469.4 (MEUR 389.9) in private equity investment mandates.

Fundraising for Access Capital Fund III continued during the review period and commitments to the fund totalled MEUR 266.2 at 30 June 2006. The fund consists of two separate subfunds, which are Access Capital Fund III Mid-market Buyout Europe (target size MEUR 250) and Access Capital Fund III Technology Europe (target size MEUR 100). Fundraising for Access Capital Fund III will continue in 2006.

Investments and exits by the funds during the review period

Funds investing in portfolio companies

In the first half of 2006 the funds made six new investments, two substantial add-on investments and several smaller add-on investments, investing MEUR 108.2 in total. There were new investments in 42Networks AB, MQ Sweden AB, Neoventa AB, ProstaLund AB, Spintop Netsolution AB and Tamro MedLab Oy. Substantial add-on investments were made in Tokmanni Oy and SciBase AB.

The funds exited in total from six companies during the period under review: Mehiläinen Oyj, Modultek Oy, PPTH-Norden Oy, Prostalund AB, Puulämpö Yhtiöt Oy and Quartal Oy.

Additionally Finlayson & Co, Kultajousi Oy and Matkatoimisto Oy Matka-Vekka repaid their mezzanine loans. Exits at acquisition cost (including partial exits and mezzanine loan instalments) for the period totalled MEUR 68.0.

Real estate funds

CapMan Real Estate I Fund made three new investments during the period under review. The new assets are Kiinteistöosakeyhtiö Erottajankatu 15-17, Kiinteistöosakeyhtiö Malmin Nova and Kiinteistö Oy Tikkurilantie 136. Additionally, the last of the real estate acquisitions that were agreed in connection with the establishment of CapMan Real Estate I Fund were closed in January. The acquisition cost of all transactions executed in the first half of 2006 was MEUR 66.4.

Investments and exits at acquisition cost, MEUR

	1-6/2006	1-6/2005	1-12/2005
New and follow-on investments			
Funds investing in portfolio companies	108.2	67.5	127.3
Buyout	90.1	56.5	96,7
Technology	7.6	8.7	25,6
Life Science	10.5	2.3	5,0
Real estate funds	66.4	194.0	225.7
Total	174.6	261.5	353.0

EXITS*

Funds investing in portfolio companies	68.0	60.8	118.7
Buyout	50.0	44.1	78,0
Technology	13.8	10.9	31,8
Life Science	4.2	5.8	8,9
Real estate funds	-	-	-
Total	68.0	60.8	118.7

* incl. partial exits and mezzanine loan instalments

The investment and exit activities of the funds managed by CapMan are described in more detail in Appendix 2.

Status of CapMan funds as at 30 June 2006

Funds investing in portfolio companies

Investments in portfolio companies at acquisition cost totalled MEUR 625.8 at the end of the period under review. The fair value of investments was MEUR 686.1. The funds' portfolios are valued to fair value in accordance with the guidelines of EVCA as specified in Appendix 1. Excluding realised and estimated future expenses, CapMan has an investment capacity of about MEUR 750 for new and follow-on investments in portfolio companies. Of this, approx. MEUR 630 is reserved for buyout investments, approx. MEUR 72 for technology investments and approx. MEUR 48 for life science investments.

Real estate funds

At the end of the review period, the funds' investments in real estate assets at acquisition cost totalled MEUR 292.5 and the fair value of investments was MEUR 290.6. The fair value of assets is based on value appraisements made by external experts. The focus of the current portfolio is on properties with a medium level risk/return profile. The vacancy rate of the properties was 3.5% and average length of lease contracts 4.5 years as at 30 June 2006. The fund has an investment capacity of about MEUR 200 for new investments.

Funds' gross portfolio* as at 30 June 2006, MEUR

	Portfolio at acquisition cost MEUR	Portfolio at fair value MEUR	Share of portfolio (fair value) %
Funds investing in portfolio companies	625.8	686.1	70.2
Real estate funds	292.5	290.6	29.8
Total	918.3	976.7	100.0

Funds investing in portfolio companies

Buyout	488.1	560.6	81.7
Technology	107.9	96.1	14.0
Life Science	29.8	29.4	4.3
Total	625.8	686.1	100.0

*Gross portfolio of all portfolio companies and real estate assets managed by CapMan funds.

Funds generating carried interest as at 30 June 2006

The CapMan funds already generating carried interest were Finnventure Fund II (since 1997); Finnventure Fund III (since 2000); Finnmezzanine Fund I (since 2001); the Fenno/Skandia II (since 2004), Fenno/Skandia I (since 2005) and Fenno (since 2005) funds co-managed by CapMan and Fenno Management Oy; and Finnmezzanine Fund II B (since 2006). At 30 June 2006 the fair value of the current portfolios of funds generating carried interest totalled MEUR 41.9, which represents 6.1% of fair value of portfolios of all funds investing directly in portfolio companies (MEUR 686.1) and 4.3% of fair value of portfolios of all funds at 30 June 2006 (MEUR 976.7). Information on each fund's investment targets is presented on CapMan's website at www.capman.com/Fi/InvestorRelations/Funds.

Finnmezzanine Fund II B began to generate carried interest during the period under review, following Finlayson & Co Oy's repayment of its mezzanine loan to the fund. The exit from Mehiläinen Oyj moved Finnventure Fund V closer to carry.

Carried interest income received by CapMan from funds generating carry totalled MEUR 3.8 for the review period. Of this, MEUR 2.2 was received from Fenno Fund as a result of the exit from PPTH Norden and MEUR 0.9 from Finnventure II, Finnventure III and Finnmezzanine I funds as a result of the exit from Puulämpö Yhtiöt.

CapMan's own investments in the funds

Since 2002, CapMan Plc has been a substantial investor in the funds managed by the Group. According to the decision adopted by the Board of Directors on 9 May 2005, the Company's objective is to invest about 5-10% of the total capital in future equity funds from its own balance sheet. The previous level has been 3-5%. The investment strategy, which applies to investments by equity funds investing in portfolio companies, aims to improve the Company's return on equity and to even out fluctuations in income in coming years with returns from these investments. CapMan, like other investors in the funds, gives commitments to the funds when they are established. As at 30 June 2006 the total amount of current investments at fair value and remaining commitments was MEUR 82.5, of which remaining commitments totalled MEUR 53.7. Of these commitments MEUR 33.3 is targeted for CapMan Buyout VIII, with the remainder targeting mainly CapMan Life Science IV, CapMan Mezzanine IV, CapMan Equity VII and Access Capital Fund II funds. The commitments will be drawn down gradually within the next 3-4 years as new investments are made. Fund investments (the used commitments) for the review period totalled MEUR 8.1 (MEUR 3.8). The majority of investments were made in CapMan Buyout VIII, Swedestart Tech and Access Capital Fund II funds. The fair value of cumulative fund investments made from CapMan's own balance sheet was MEUR 28.8 as at 30 June 2006.

CapMan's investments and commitments in the funds as at 30 June 2006, MEUR

	Investments at fair value	Remaining commitments	In total
Funds investing in portfolio companies			
Equity funds	20.6	43.0	63.6
Mezzanine funds	1.7	6.0	7.7
Funds of funds	6.3	3.9	10.2
	28.6	52.9	81.5
Real estate funds	0.2	0.8	1.0
Total	28.8	53.7	82.5

* Managed/advised by CapMan's associated company Access Capital Partners.

CapMan's own investments in the funds for the period 1 January - 30 June 2006, MEUR

	1-6/2006	1-6/2005	1-12/2005
Funds investing in portfolio companies			
Equity funds	5.9	2.8	5.0
Mezzanine funds	0.7	0.1	0.3
Funds of funds*	1.5	0.8	2.2
	8.1	3.7	7.5
Real estate funds	0.0	0.1	0.2
Total	8.1	3.8	7.7

* Managed/advised by CapMan's associated company Access Capital Partners.

Personnel

	30.6.2006	30.6.2005	31.12.2005
CapMan Private Equity	37	40	39
CapMan Real Estate	20	15	15
Other	38	31	33
Total	95	86	87

As at 30 June 2006 the Group had 95 (86) employees, of whom 68 (44) were located in Finland and the remainder in other Nordic countries. In addition there were five Senior Advisors acting as consultants for CapMan, four in Finland and one in Denmark.

Changes in management

On 15 May 2006 Senior Partner Petri Saavalainen was appointed as a member of the Management Group of CapMan Plc, effective 1 August 2006, with responsibility for Group Business Development. Senior Partner Vesa Vanha-Honko has resigned his post as a member of the Management Group as of 1 August 2006 and he will transfer from operational duties in CapMan as of 1 September 2006. As of 1 August 2006 the reporting of the real estate business has transferred under Senior Partner Olli Liitola, CFO.

Shares and shareholders

The share capital of CapMan Plc was increased by EUR 4,162.00 during the review period when CapMan B shares were subscribed with 2000A/B options. At 30 June 2006 the Company's share capital totalled EUR 763,395.48, the number of B shares was 68,339,548 and the number of A shares was 8,000,000. The nominal share value is EUR 0.01.

Trading and price development of shares and options

	B shares		2000A/B options	
	1-6/2006	1-6/2005	1-6/2006	1-6/2005
Trading turnover, number	10 222 243	12 222 046	952 300	917 900
Trading value, MEUR	29.7	30.0	2.0	1.4
Trading price, EUR				
Highest	3.15	2.65	2.27	1.82
Lowest	2.33	2.24	1.70	1.35
Volume weighted average price	2.90	2.46	2.15	1.58
Closing price 30.6	2.45	2.57	1.74	1.76

The trading turnover of B shares increased from the comparative period of 2005 and the value B shares traded remained at the comparative periods' level. At the close of the review period the market value of CapMan B shares was MEUR 167.4 (MEUR 171.8) and the Company's total market capitalisation, including CapMan A shares, was MEUR 187.0 (MEUR 192.4). There was no significant change in the trading turnover of 2000A/B options traded compared to the comparative period. The value of 2000A/B options traded increased from the comparative period.

CapMan Plc had 5,263 (5,752) shareholders at the end of the review period. There were no significant changes in ownership structure or notices of flagging during the period.

Future outlook

CapMan Private Equity

Private equity investment in Europe is estimated to show growth in the mid and long term. The foundation for growth is the increasing inclusion of private equity investment as a part of investment allocations by institutional investors and other substantial investor groups. Private equity investment has also claimed some of the role that has traditionally been played by public markets in the financing of M&A and growth. The growth of traditional private equity investment in unlisted companies in the Nordic countries continues to be accelerated by consolidation in various sectors, family successions, privatisation of public services and functions, strong investment in research and development in technology and life science sectors, and increasing entrepreneurial activity.

The competition for middle market investee companies in buyout markets is reasonably fierce with the introduction of newcomers and new funds raised by existing private equity investors. However the largest and most publicly visible investment volume is still focused in the bigger buyout segment, where deals are larger, whereas CapMan's focus is on middle market buyouts. CapMan's local presence in different Nordic countries, which enables the active search for investee companies throughout the Nordic region, is important in the prevailing competitive situation. The competition in technology and life science sectors is less fierce and there are good opportunities for syndicated investments.

CapMan will continue to implement its portfolio company investment strategy on a Nordic level. The number of new potential investee companies remains at a good level, and CapMan has solid resources for value creation in its portfolio companies via active work on the companies' Boards of Directors. We see that exit markets will still remain good in 2006.

CapMan is in a good position to continue as a proactive player in the private equity market, as its funds making investments in portfolio companies have approximately MEUR 750 in capital for new and follow-on investments. Fundraising for CapMan Life Science IV fund still continues. Additionally, CapMan will commence fundraising for a new technology fund in the second half of 2006.

CapMan Real Estate

The introduction of private equity real estate funds as a new product in European private equity investment markets in recent years offers institutional investors the opportunity to make indirect investments in real estate assets. As a result of globalisation of property markets and the introduction of the euro, foreign investors have become an important market player also in Finland's relatively small real estate markets. On the one hand the lower return expectations of foreign investors have raised property prices, but on the other hand increased demand has improved the liquidity of investments in real estate assets. In the absence of competitive domestic capital structures, in the past two years a substantial proportion of Finnish real estate deals in Helsinki metropolitan area have been won by international investors.

In Finland, the long-standing low interest rate level and subsequent increase of investors seeking returns on real estate investments creates expectations for favourable market development. We see that positive economic growth will continue in Finland, which in turn positively impacts on demand for rental properties and vacancy rates. The availability of properties that meet CapMan's real estate portfolio profile has increased in the first half of 2006, but tight competition on the markets will be a challenge also in future.

CapMan Real Estate I has strong personnel resources and approx. MEUR 200 in capital for new real estate investments and development of the current portfolio. There are new real estate development projects under construction. In addition, studies for the establishment of a new private equity real estate fund will continue in the second half of 2006.

CapMan Plc Group

The management fees CapMan receives from the funds and income from real estate consulting activities are expected to cover the Company's expenses in 2006, and the share from associated companies is estimated to remain at the same level as in the previous year. The amount of returns on fund investments will depend especially on how the fair value of investments develops in those funds in which CapMan is a substantial investor. In order to finance these investments

and to improve the Company's capital structure and return on equity, CapMan will increasingly use debt financing in the future.

According to our understanding the exit markets will remain favourable, and Finnventure V and Finnventure IV funds are estimated to begin to generate carried interest during 2007. The funds investing in portfolio companies have several exit discussions underway.

CapMan Plc's turnover and profit before taxes for the year 2006 are expected to exceed the corresponding figures in 2005. CapMan's profit before taxes for the financial year 2006 will depend on whether exits are made from portfolio companies owned by funds already generating carried interest, on the possible transfer of new funds to carry, and on how the value of investments develops in those funds in which CapMan is a substantial investor.

CapMan Plc will publish its Interim Report for 1 January - 30 September 2006 on 25 October 2006.

Helsinki 10 August 2006

CAPMAN PLC
Board of Directors

Press conference:

A press conference will be held in Finnish for the media and analysts at 12.00 p.m. in CapMan's premises, address Korkeavuorenkatu 32, Helsinki. Heikki Westerlund, CEO, will present CapMan Plc's result for 1 January - 30 June 2006. A light lunch will be served at the event.

Presentation material from the press conference will be published in Finnish and English on the Group's website when the press conference has commenced.

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DISTRIBUTION:

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This Interim Report has been prepared in accordance with IFRS standards on accounting principles and valuation methods. The report does not comply with all of the requirements of IAS 34, Interim Financial Reporting.

GROUP BALANCE SHEET

EUR	IFRS 30.6.06	IFRS 30.6.05	IFRS 31.12.05
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ASSETS

Non-current assets

Tangible assets	850,943	959,974	979,558
Goodwill	4,845,174	4,539,000	4,845,174
Other intangible assets	701,897	632,460	767,059
Investments in associated companies	976,797	887,881	1,098,828
Investments at fair value through profit and loss			
Investments in funds	28,773,582	17,105,837	20,288,252
Other financial assets	1,030,993	1,494,524	1,037,361
Receivables	11,725,881	8,183,459	10,794,785
Deferred income tax assets	204,562	733,096	544,759
	49,109,829	34,536,231	40,355,776

Current assets			
Trade and other receivables	13,789,230	6,754,112	6,535,585
Other financial assets at fair value through profit and loss	1,376,041	3,091,716	3,462,307
Cash and bank	5,638,777	8,889,487	6,846,487
	20,804,048	18,735,315	16,844,379
Total assets	69,913,877	53,271,546	57,200,155

EQUITY AND LIABILITIES

Capital attributable the Company's equity holders			
Share capital	763,395	750,480	759,233
Share premium account	38,452,044	37,408,363	38,156,548
Other reserves	1,036,890	948,431	948,431
Translation difference	-97,749	-152,727	-148,970
Retained earnings	9,661,202	7,827,890	9,156,871
	49,815,782	46,782,437	48,872,113
Minority interest	180,962	107,920	220,327
Total equity	49,996,744	46,890,357	49,092,440
Non-current liabilities			
Deferred income tax liabilities	806,978	567,166	679,974
Other liabilities	470,074	427,902	1,298,468
	1,277,052	995,068	1,978,442
Current liabilities			
Trade and other payables	13,323,842	3,662,727	5,777,379
Interest-bearing loans and borrowings	4,439,608	0	0
Current income tax liabilities	876,631	1,723,394	351,894
	18,640,081	5,386,121	6,129,273
Total liabilities	19,917,133	6,381,189	8,107,715
Total equity and liabilities	69,913,877	53,271,546	57,200,155

GROUP INCOME STATEMENT

EUR	IFRS 1-6/06	IFRS 1-6/05	IFRS 1-12/05
Turnover	18,400,832	15,897,614	28,688,601
Other operating income	616,033	7,228	56,858
Personnel expenses	-6,359,288	-4,682,793	-11,137,269
Depreciation and amortisation	-350,280	-305,192	-774,431

Other operating expenses	-6,421,783	-4,374,344	-9,998,270
Fair value gains / losses of investments	1,695,391	843,820	1,583,196
Operating profit	7,580,905	7,386,333	8,418,685
Financial income and expenses	326,673	366,374	757,488
Share of associated companies' result	-28,372	37,776	250,211
Profit before taxes	7,879,206	7,790,483	9,426,384
Income taxes	-1,967,743	-2,094,178	-2,451,346
Profit for the financial year	5,911,463	5,696,305	6,975,038
Attributable to:			
Equity holders of the company	5,803,185	5,667,136	6,815,777
Minority interest	108,278	29,169	159,261
Earnings per share for profit attributable to the equity holders of the Company:			
Earnings per share, €	0.08	0.08	0.09
Diluted, €	0.08	0.07	0.09

GROUP STATEMENT OF CHANGES IN EQUITY

EUR ('000)	Attributable to the equity holders of the Company							Total equity
	Share capital	Share premium account	Other reser- ves	Trans- lation differ- ences	Re- tained Earn- ings	Total	Mino- rity Inte- rest	
Equity on 31.12.2005	759	38,157	948	-148	9,156	48,872	220	49,092
Share subscriptions with options	4	295						
Translation difference				51			6	
Options			89		17			
Profit for the financial year					5,803		108	
Dividends paid					-5,315		-153	
Equity on 30.6.2006	763	38,452	1,037	-97	9,661	49,816	181	49,997

GROUP'S CASH FLOW

EUR	IFRS 1-6/06	IFRS 1-6/05	IFRS 1-12/05
Cash flow from operations			
Operating profit	7,580,905	7,386,333	8,418,685
Depreciation and other adjustments	-1,357,602	-545,159	-812,885
Change in working capital	1,171,120	-729,465	1,708,633
Financing items and taxes	-1,527,253	-1,332,014	-3,047,214
Cash flow from operations	5,867,170	4,779,695	6,267,219
Cash flow from investments	-6,948,389	-1,781,850	-4,444,305
Financial cash flow	-126,491	-4,107,836	-4,975,905
Change in cash funds	-1,207,710	-1,109,991	-3,152,991
Cash funds at start of the period	6,846,487	9,999,478	9,999,478
Cash funds at end of the period	5,638,777	8,889,487	6,846,487

ACCOUNTING PRINCIPLES

The Interim Report has been prepared in accordance with the same accounting principles as the annual Financial Statements for 2005.

AUDIT OF THE ACCOUNTS

The information presented in the Interim Report is un-audited.

SEGMENT INFORMATION

EUR	IFRS 1-6/06	IFRS 1-6/05	IFRS 1-12/05
Turnover			
CapMan Private Equity	15,947,276	15,897,614	26,333,264
CapMan Real Estate	2,453,556	0	2,355,337
Total	18,400,832	15,897,614	28,688,601
Operating profit			
CapMan Private Equity	6,747,161	7,386,333	7,398,859
CapMan Real Estate	833,744	0	1,019,826
Total	7,580,905	7,386,333	8,418,685

SEASONAL NATURE OF BUSINESS

Carried interest income is generated on an irregular schedule depending on the time of execution of realisations. One exit may have substantial impact on CapMan Plc's result for the financial year.

TURNOVER AND PROFIT QUARTERLY, MEUR

YEAR 2006	1-3/06	4-6/06
Turnover	8.9	9.5
Management fees	5.6	6.8

Carried interest	2.6	1.2
Income of investments in funds	0.0	0.7
Other income	0.7	0.8
Fair value gains / losses of investments	2.2	-0.5
Financial income and expenses	0.1	0.2
Share of associated companies' result	-0.2	0.2
Profit before taxes	5.1	2.8
Profit for the period	3.7	2.2

YEAR 2005	1-3/05	4-6/05	7-9/05	10-12/05	1-12/05
Turnover	5.5	10.4	5.9	6.9	28.7
Management fees	5.3	4.6	5.0	5.4	20.3
Carried interest	0.0	5.7	0.0	0.9	6.6
Income of investments in funds	0.0	0.0	0.2	0.3	0.5
Other income	0.2	0.1	0.7	0.3	1.3
Fair value gains / losses of investments	0.5	0.3	0.0	0.8	1.6
Financial income and expenses	0.2	0.2	0.1	0.3	0.8
Share of associated companies' result	-0.1	0.1	0.1	0.2	0.3
Profit before taxes	1.6	6.2	0.0	1.6	9.4
Profit for the period	1.2	4.5	0.2	1.1	7.0

PERSONNEL	30.6.06	30.6.05	31.12.05
Finland	68	44	59
Denmark	7	7	8
Sweden	14	15	15
Norway	6	5	5
In total	95	71	87

30.6.05 excl. personnel in Realproperty companies.

CONTINGENT LIABILITIES

EUR	30.6.06	30.6.05	31.12.05
Leasing contracts and other contingent liabilities	14,044,489	12,880,002	11,414,748
Commitments to funds	53,741,950	23,607,354	50,367,273

APPENDIX 1: CapMan PLC GROUP FUNDS AS AT 30 JUNE 2006, MEUR

Size *	Paid-in capital **	Fund's current portfolio at cost	at fair value	Distributed cash flow to inv- estors	to man- agement company	Liquid assets
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				***		(carried interest) ****	
Funds generating carried interest							
FV II	11.9	11.9	2.4	0.9	41.6	16.0	0.1
FV III 1)	29.7	29.7	6.9	4.4	114.1	26.7	0.4
Fenno Program							
Fenno Fund 2)	42.5	42.5	19.9	24.8	65.9	2.7	1.4
Skandia I 2)	8.4	8.4	4.2	4.0	10.3	0.3	
Skandia II 2)	8.1	8.1	3.0	2.1	26.1	2.7	
FM I	31.4	31.4	3.9	4.5	48.0	2.1	0.1
FM II B	17.0	15.8	0.8	1.2	20.5	0.4	0.4
In total	149.0	147.8	41.1	41.9	326.5	50.9	2.4
Funds that are expected to start generating carried interest during 2007							
FV IV	59.5	59.5	24.9	24.2	50.4		1.9
FV V	169.9	159.8	94.1	92.8	175.3		6.0
In total	229.4	219.3	119.0	117.0	225.7		7.9
Other funds not yet in carry							
CME VII A	156.7	118.0	97.8	123.8	14.0		2.0
CME VII B	56.5	49.1	43.5	57.8	1.7		0.7
CME VII C	23.1	12.4	8.1	8.2	4.6		0.5
CME SWE	67.0	49.9	41.9	53.0	5.7		0.6
CMB VIII A	360.0	37.5	32.7	32.7			0.3
CMB VIII B	80.0	11.0	7.3	7.3			2.7
CMLS IV	44.6	8.2	6.9	6.9			0.8
FM III 1)	135.5	129.5	89.6	95.6	70.0		2.4
CMM IV 5)	240.0	49.9	50.4	53.3	1.4		-6.3
CMRE I 6)	500.0	295.7	292.5	290.6	6.7		2.9
In total	1,663.4	761.2	670.7	729.2	104.1		6.6
Funds with limited carried interest potential to CapMan							
NPEP II 3)	20.6	20.6	7.1	6.2	11.4		0.5
FV V ET	34.0	34.0	14.5	11.5	2.7		2.3
SWE LS 3)	49.8	38.3	22.9	22.5	0.1		1.6
SWE Tech 1), 3)	83.0	57.9	31.1	30.0	20.9		1.0
FM II A,C,D 1)	71.3	71.3	11.2	11.5	71.0		2.1
ASEF 3), 4)	22.2	22.2	0.7	6.9	31.8		0.2
In total	280.9	244.3	87.5	88.6	137.9		7.7
ALL IN TOTAL	2,322.7	1,372.6	918.3	976.7	794.2	50.9	24.6

CAPITAL MANAGED/ADVISED BY ASSOCIATED COMPANY ACCESS CAPITAL PARTNERS AS AT 30 JUNE 2006, MEUR

Fund	Size*
ACF 1)	250.3
ACF II A 1)	153.5
ACF II B 1)	123.5
ACF III 1)	266.2
PE mandates	469.4
TOTAL CAPITAL	1,262.9

FUND ABBREVIATIONS:

ACF	= Access Capital Fund
ACF II A	= Access Capital Fund II Mid-market Buyout
ACF II B	= Access Capital Fund II Technology
ASEF	= Alliance ScanEast Fund
CMB	= CapMan Buyout Fund
CME	= CapMan Equity
CMLS	= CapMan Life Science Fund
CMM	= CapMan Mezzanine
CMRE	= CapMan Real Estate
FM	= Finnmezzanine
FV	= Finnventure
SWE LS	= Swedestart Life Science
SWE Tech	= Swedestart Tech

* Total capital committed by investors. In CapMan's statistics the terms 'capital under management' and 'fund size' refer to the gross capital commitment in the fund. Funds managed by associated company Baltcap Management Oy are excluded (CapMan's share of Baltcap Management Oy is 20%; the total size of the funds is approx. MEUR 43.9). Capital under management by Access Capital Partners is presented separately.

** Total capital paid into the fund by investors.

*** The funds' portfolios are valued to fair value in accordance with the guidelines of the European Private Equity & Venture Capital Association (EVCA). The fair value is the amount for which an asset could be exchanged between knowledgeable, willing parties in an arm's length transaction. Due to the nature of private equity investment activities, the funds' portfolios contain companies with fair value greater than acquisition cost as well as companies with fair value less than acquisition cost.

**** CapMan Plc Group's share of carried interest income.

When the return of a fund has exceeded a required cumulative return target, the management company is entitled to a share of the cash flow from the funds (carried interest).

Cash flow includes both the distribution of profits and distribution of capital. Carried interest % of the remaining cash flows are (for the funds which were generating carried interest as at 30 June 2006): Finnventure Fund II: 35%, Finnventure Fund III: 25%, Finnmezzanine Fund I: 20%, Fenno Program/Fenno Fund: 20%, Fenno Program/Skandia I: 20%, Fenno Program/Skandia II: 20%, Finnmezzanine Fund II B: 20%.

CapMan Plc Group's share of the carried interest is less than 100% for the following funds: CapMan Buyout VIII A and B: 70%, CapMan Mezzanine IV: 75%, CapMan Real Estate I: 68%, Fenno Fund and Fenno Program (Skandia I and II): 50-60%, CapMan Life Science IV: 50%, Swedestart Tech: 12%, Swedestart Life Science: 10%, Alliance ScanEast Fund: 42%, Access Capital Fund: 47.5%, Access Capital Fund II: 45%, Access Capital Fund III: 25%, Access/Private Equity Mandates: 25%.

1. The fund is comprised of two or more legal entities (parallel funds are presented separately only if their investment focuses or portfolios differ significantly).
2. Fenno Program is managed jointly with Fenno Management Oy.
3. Currency items are valued at the average EUR rate at 30 June 2006.
4. The portfolio valuation is made by the fund's General Partner/management company with adjusted EVCA guidelines.
5. CapMan Mezzanine IV: The paid-in commitment includes a MEUR 48 bond issued by Leverator Plc. The fund's liquid assets include a loan facility, with which investments are financed up to the next bond issue. Distributed cash flow includes payments to both bond subscribers and equity investors.
6. CapMan Real Estate I: The paid-in commitment includes a MEUR 100 bond issued by Real Estate Leverator Plc and a MEUR 175.4 senior loan, which is secured by the fund's current portfolio. Distributed cash flow includes payments to both bond subscribers and equity investors.

APPENDIX 2: INVESTMENTS AND EXITS BY CAPMAN FUNDS 1 JANUARY - 30 JUNE 2006

The investment activities of private equity funds managed by CapMan comprise investments in portfolio companies mainly in the Nordic countries as well as real estate investments in Finland. The investment activities of funds investing in portfolio companies and of funds investing in real estate assets are presented separately in this Appendix.

In addition CapMan has a 35% stake in the funds of funds and private equity investment mandate manager and adviser Access Capital Partners, which is based in Paris and Guernsey. Access Capital Partners manages/advises three funds that invest in European mid-market buyout and technology venture capital funds. Further information on Access Capital Partners can be found at www.access-capital-partners.com.

INVESTMENT ACTIVITIES BY THE FUNDS INVESTING IN PORTFOLIO COMPANIES

The investment activities of funds making direct investments in portfolio companies include middle market buyouts, technology investments and investments in the life science sector. Buyouts are made in manufacturing, service and retail industries. Technology investments focus on expansion and later stage technology companies. Life science investments focus on companies specialising in medical technology.

Investments in portfolio companies during the review period

CapMan funds investing directly in portfolio companies made six new investments, two substantial add-on investments and several smaller add-on investments in the first half of 2006 (three new investments, two substantial add-on investments and several smaller add-on investments in the comparative period of 2005). All in all, MEUR 108.2 (MEUR 67.5) was invested during the review period.

Q2 Investments in portfolio companies

CapMan Equity VII, CapMan Buyout VIII and CapMan Mezzanine IV funds invested in Swedish MQ Sweden AB in April. MQ is one of the largest speciality fashion retail chains selling branded apparel in Sweden.

In May CapMan Equity VII fund invested in Spintop Netsolution AB, a Swedish software development and services company. Following the investment CapMan funds have a 30 per cent stake in Spintop.

In May, CapMan Buyout VIII and CapMan Mezzanine IV funds and Tamro Corporation signed an agreement for the transfer of the Tamro MedLab business unit from Tamro Group to the ownership of CapMan funds. The transaction was closed at the turn of June-July. Tamro MedLab sells, markets and imports healthcare products, laboratory products, diagnostics and biotechnical products and equipment.

CapMan Life Science IV fund and Investor Growth Capital invested in Swedish medical technology company Neoventa Medical AB in June. Neoventa has developed a fetal monitoring product for improved perinatal healthcare.

In June CapMan Life Science IV fund invested in Swedish ProstaLund AB, which specialises in the manufacture and product development of equipment for microwave treatment of benign prostatic hyperplasia.

In addition, Swedestart Life Science fund made a substantial add-on investment in Swedish medical technology company SciBase AB. SciBase develops instrumentation for non-invasive diagnostics and monitoring of tissue alterations and different skin cancers.

Q1 Investments in portfolio companies

There was a new investment in Swedish technology company 42Networks in February. A substantial add-on investment in Finnish discount store chain Tokmanni Oy was made in January.

Exits from portfolio companies during the review period

The funds managed by CapMan made six final exits and several partial exits in the first half of 2006. Exits at acquisition cost (including mezzanine loan instalments) totalled MEUR 68.0. In the comparative period of 2005, there were nine exits at acquisition cost (including partial exits and mezzanine loan instalments) of MEUR 60.8.

Q2 Exits from portfolio companies

The exit from Puulämpö Yhtiöt Oy by Finnventure II, Finnventure III and Finnmezzanine I funds was closed in April. Puulämpö Yhtiöt Oy redeemed the funds' ownership in the company. The Puulämpö (Wood Heat) group of companies specialises in the manufacture and marketing of various products using Finnish renewable heating energy. The funds invested in Puulämpö Yhtiöt Oy in 1997. The exit has an effect of MEUR 0.9 on CapMan Plc's result for 2006 as a result of carried interest received from the funds.

In April, Finnventure IV, V and V ET funds and the Fenno Program Skandia I and II funds co-managed by CapMan and Fenno Management Oy agreed to sell their holding in Finnish technology company Modultek Oy to the company's operative management and the funds managed by Sentica Partners Oy. The final exit from the company was executed in June. The funds invested in Modultek in 1999.

Swedestart II fund exited from Swedish Prostalund AB in April. The fund invested in the company in 1998. Prostalund was the fund's last portfolio company. The fund's activities will be terminated after the exit and it will be closed down next year.

The exit from Mehiläinen Oyj by Finnventure V and Finnmezzanine III funds was closed in May. Mehiläinen is Finland's leading producer of private healthcare services. The funds sold their holding in the company to H-Careholding AB, which owns the Swedish healthcare company Carema Vård och Omsorg AB. The funds invested in Mehiläinen in 2000. As a result of the exit, Finnventure Fund V moved closer to carry.

Finnventure IV, Finnventure V and Finnventure V ET funds exited from Quartal Oy at the end of June, when Quartal redeemed the funds' holding in the company. Quartal is a Finnish IT and software company that delivers solutions and services for financial reporting and online investor relations. The funds invested in Quartal Oy in 2000.

In May, Finnventure IV, V and V ET funds made a partial exit from Finnish software company Sentera Plc. The funds sold their Sentera Plc shares to SysOpen Digia Plc, which paid the main part of the transaction in cash and a small part with the company's own shares. Following the transaction, CapMan funds own 699,616 SysOpen Digia Plc shares or approx. 3.5% of the company's shares. The funds invested in Solagem Oy in 2000. Solagem Oy and listed company locore Plc were merged to form Sentera Plc in summer 2003.

Alliance ScanEast Fund's last portfolio company, the Russian CTC Media Inc. was listed in Nasdaq in June. CTC Media operates within TV and radio broadcasting in Russia and Ukraine. The fund made partial exit from the company in connection of the listing.

Q1 Exits from portfolio companies

In the first quarter of 2006 CapMan funds exited from Finnish PPTH-Norden Oy. In addition Finlayson & Co Oy repaid its mezzanine loan to CapMan's mezzanine funds in February. Finnmezzanine Fund II B began to generate carry in February, following Finlayson & Co Oy's repayment of its mezzanine loan to the fund.

Other events during the review period

AtBusiness Communications Corporation, which is a portfolio company of Finnventure II, Finnventure IV and Finnmezzanine II funds, sold its operations to the company's operative management and the funds managed by Sentica Partners Oy in February. AtBusiness is a provider of CRM software and Business Intelligence solutions. It is expected that the final exit from the company will be executed by the end of the year. The funds invested in the company in 1996.

The exit from Kultajousi Oy that was announced at the end of June by Finnventure V, Finnmezzanine II D and Finnmezzanine III A, B and C funds was closed in July. Kultajousi is Finland's leading watch and jewellery retailer. The funds sold their holding in Kultajousi's parent company Goldhold Oy to Swedish Iduna Group. The funds invested in Kultajousi in 2001.

Events after the close of the review period

In early July Finnventure IV and Finnventure V funds sold their stake in Lithuanian Drobe Wool Company to Plaza Corporation, a Lithuanian industrial development company. Drobe is one of the largest textile producers in the Baltic states. The funds invested in Drobe in 2000.

Finnventure IV and Finnmezzanine II funds announced the exit from Matkatoimisto Oy Matka-Vekka at the start of August. Matka-Vekka is Finland's most comprehensive private travel agency chain. The funds sold their ownership in holding company Viatour Oy to Icelandic Heimsferdir ehf. The funds originally invested in the company in 1999.

INVESTMENT ACTIVITIES BY THE REAL ESTATE FUNDS

CapMan Real Estate I Fund made three new investments in the first half of 2006. Additionally, the last of the real estate acquisitions that were agreed in connection with the establishment of CapMan Real Estate I Fund were closed during the review period. The acquisition cost of all transactions executed in the first half of the year was MEUR 66.4. In the comparative period CapMan Real Estate I invested MEUR 194 in 15 new real estate assets.

Q2 Investments

In May CapMan Real Estate I Fund acquired the property Kiinteistöosakeyhtiö Erottajankatu 15-17 from Sitra, the Finnish National Fund for Research and Development. The leasable area of the property is approx. 3,800 square metres and includes office and retail space as well as residential apartments.

At the end of June the fund acquired ownership of the entire shares of Kiinteistö Oy Malmin Nova from Edvard Pajunen Oy, Jipest Oy and Kesko Corporation. Malmin Nova Shopping Centre is located in the suburb of Malmi in northern Helsinki. The leasable area of the property is approx. 11,500 square metres.

The fund also acquired Kiinteistö Oy Tikkurilantie 136 from Monilaite-Thomeko Oy at the end of June. The property was constructed in 2004 and it has a leasable area of approx. 6,330 square metres, comprising warehouse and office space.

Q1 Investments

Some of the real estate acquisitions that were agreed in connection with the establishment of CapMan Real Estate I Fund were closed in January. The acquired properties were Kiinteistö Oy Espoon Tietäjätie 2 and Kiinteistö Oy Helsingin Strömbergintie 1.

Other events during the review period

At the end of June, the fund signed an agreement for the acquisition of the leasing rights to the site at Henry Fordinkatu 6 in Helsinki as well as the office space and warehouse building located on the site from Aker Yards Oy. The leasable area of the building is approx. 10,230 square metres. The transaction was executed in July after the close of the review period.